LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Conservation Auditorium, 1st Floor, State Land & Natural Resources Building, 625 North 4th Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY**, **SEPTEMBER 12**, **2000**, upon the application of **HALLWOOD PETROLEUM**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Bol Mex 16 Sand, Reservoir A**, in the Scott Field, Lafayette Parish, Louisiana.

- 1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Bol Mex 16 Sand, Reservoir A.
- 2. To create one (1) drilling and production unit for the Bol Mex 16 Sand, Reservoir A, designated BM 16 RA SUA.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To designate Hallwood Petroleum, Inc. as the unit operator.
- 5. To designate the proposed Hallwood Petroleum, Inc. Dallas Fontenot Estate No. 1 Well as the unit well for the proposed unit.
- 6. To provide that the Commissioner of Conservation should be authorize to reclassify the proposed Bol Mex 16 sand, Reservoir A, by supplemental order without the necessity of a public hearing should the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 7. To provide that any future replacement, substitute or alternate unit well, for the proposed unit, shall be exempt from the provisions of Statewide Order No. 29-E.
- 8. To provide that all future wells to the Bol Mex 16 Sand, Reservoir A, outside of the drilling unit sought to be created by Hallwood Petroleum, Inc. shall be located in accordance with the provisions of Statewide Order No. 29-E.
- 9. To consider such other matters as may be pertinent.

The Bol Mex 16 Sand, Reservoir A, in the Scott Field, Lafayette Parish, Louisiana, is defined as that gas and condensate bearing sand encountered between the depths of 15,570' and 15,887' (ELM) in the J. P. Owen & Co., Inc. (formerly Cypress Oil) - Domingue No. 1 Well, located in Section 31, Township 9 South, Range 4 East.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

SCOTT FIELD 00-587

All parties having interest therein shall take notice thereof.

BY ORDER OF:

PHILIP N. ASPRODITES COMMISSIONER OF CONSERVATION

Baton Rouge, La 8/2/00;8/5/00 L dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE CONTACT <u>DEPARTMENT OF NATURAL RESOURCES</u>, <u>PERSONNEL SECTION</u> AT P.O. BOX 94396, BATON ROUGE, LA 70804-9396 IN WRITING OR BY TELEPHONE (225) 342-2134 BETWEEN THE HOURS OF 8:00 A.M. AND 4:30 P.M., MONDAY THRU FRIDAY WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.